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	INFORMATION REPORT	
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SUBJECT	Underground Installations	
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l.	The Atomic Physics Research Department was located at the Central Physics Research Institute until the beginning of	50X1 _
	loca-	
	tion /Point 1, Encl (A)/ in the neighborhood of the observatory (Csillagvizsgalo) /Point 2, Encl (A)/ near Budakeszi	
	at Swabbegy. This was the highest point (172 m) in the vicinity of Budapest. The construction of the institute was	
	completed by the end of 1950; it was well equipped with all the necessary instruments which had been imported from	•
	Germany, England, and the United States. The public in general knew very little about this place.	50X1
	it	
	was well guarded, and only authorized persons with special passes were admitted. Research in atomic physics was	
	conducted by a staff of about 20 physicists, mostly younger scientists. The Institute was directed by Dr Istvan Kovacs,	
	Professor of Theoretical Physics, who was the Director of the department before it was moved. It is possible that	
	Dr Szelenyi and Dr Sandor also worked at Swabbegy. The laboratory was about 20 minutes from the Ecetvoes Lorand	
	University, and the employees were taken to work in govern-	
	ment busses.	
2.	"The Candy Factory", cover name for an underground plant which produced explosives and chemicals, was located at	
	which produced explosives and chemicals, was located at Rakospalota in Ujpest /Foint 1, Encl (B)/. Construction was finished sometime in the Summer of 1950.	7
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3. "The Typewriter Factory" (Irodagep Felszerelesi Gyar), another underground plant producing explosives, was located at Felnemedi in the Buckk mountain range northwest of Budapest.

students worked there;

had been ferbidden to disclose the nature of their work. Two of the students, who were both natives of Budapest were:

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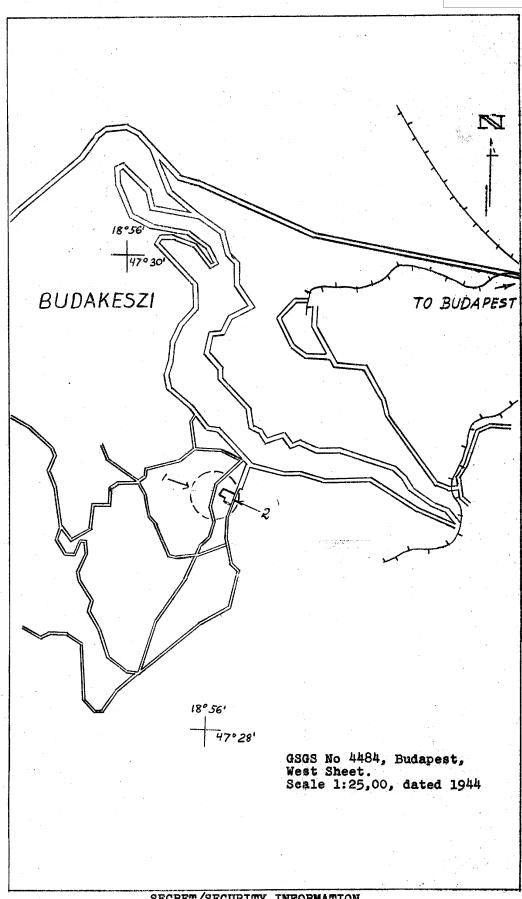
- (a) Miss Deutsch Rozsa, about 23 years old, a graduate in general chemistry, was perhaps the best student among the girls.
- (b) Mr Tamas Hartmann, about 23, was a graduate in organic chemistry. He was bright but lazy. He changed his name to Tamas Harsan; his nickname was "Moni".
- 4. Just east of Buckk in a mountain called Matra (1100 m high; 30 km from Budapest) was an underground plant about which there was much speculation in Budapest. It was generally believed that armaments were made there. This area was very sparsely populated,

-end-

Enclosure (A): Atomic Physics Research Department (B): "The Candy Factory"

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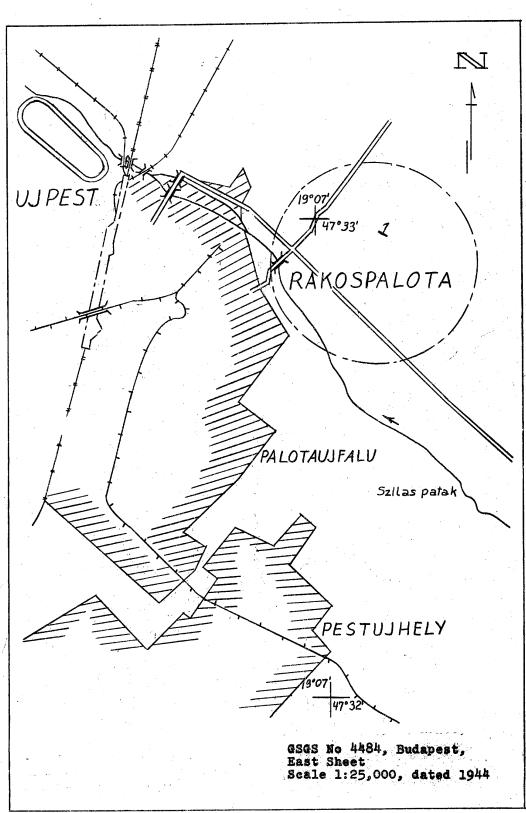


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ENCLOSURE (B)

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